

**SUBSTITUTE FOR
SENATE BILL NO. 1111**

A bill to make, supplement, and adjust appropriations for various state departments and agencies for the fiscal year ending September 30, 2008; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the various state departments and agencies to supplement appropriations for the fiscal year ending September 30, 2008, from the following funds:

APPROPRIATION SUMMARY

| | | |
|--|----|--------------|
| GROSS APPROPRIATION..... | \$ | (50,177,500) |
| Total interdepartmental grants and intradepartmental | | |

| | | | |
|----|--|----|----------------|
| 1 | transfers | | 0 |
| 2 | ADJUSTED GROSS APPROPRIATION..... | \$ | (50,177,500) |
| 3 | Total federal revenues..... | | (32,473,000) |
| 4 | Total local revenues..... | | (843,200) |
| 5 | Total private revenues..... | | 0 |
| 6 | Total other state restricted revenues..... | | (100,135,100) |
| 7 | State general fund/general purpose..... | \$ | 83,273,800 |
| | | | |
| 8 | Sec. 102. DEPARTMENT OF AGRICULTURE | | |
| 9 | (1) APPROPRIATION SUMMARY | | |
| 10 | GROSS APPROPRIATION..... | \$ | 415,000 |
| 11 | Interdepartmental grant revenues: | | |
| 12 | Total interdepartmental grants and intradepartmental | | |
| 13 | transfers | | 0 |
| 14 | ADJUSTED GROSS APPROPRIATION..... | \$ | 415,000 |
| 15 | Federal revenues: | | |
| 16 | Total federal revenues..... | | 0 |
| 17 | Special revenue funds: | | |
| 18 | Total local revenues..... | | 0 |
| 19 | Total private revenues..... | | 0 |
| 20 | Total other state restricted revenues..... | | 0 |
| 21 | State general fund/general purpose..... | \$ | 415,000 |
| 22 | (2) ANIMAL INDUSTRY | | |
| 23 | Animal health and welfare..... | \$ | <u>415,000</u> |
| 24 | GROSS APPROPRIATION..... | \$ | 415,000 |
| 25 | Appropriated from: | | |
| 26 | State general fund/general purpose..... | \$ | 415,000 |

Sec. 103. COMMUNITY COLLEGES

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION..... \$ 10,000

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental
transfers 0

ADJUSTED GROSS APPROPRIATION..... \$ 10,000

Federal revenues:

Total federal revenues..... 0

Special revenue funds:

Total local revenues..... 0

Total private revenues..... 0

Total other state restricted revenues..... 0

State general fund/general purpose..... \$ 10,000

(2) GRANTS

Renaissance zone tax reimbursement funding..... \$ 10,000

GROSS APPROPRIATION..... \$ 10,000

Appropriated from:

State general fund/general purpose..... \$ 10,000

Sec. 104. DEPARTMENT OF COMMUNITY HEALTH

(1) APPROPRIATION SUMMARY

GROSS APPROPRIATION..... \$ (82,986,000)

Interdepartmental grant revenues:

Total interdepartmental grants and intradepartmental
transfers 0

| | | | |
|----|--|----|--------------------|
| 1 | ADJUSTED GROSS APPROPRIATION..... | \$ | (82,986,000) |
| 2 | Federal revenues: | | |
| 3 | Total federal revenues..... | | (38,113,700) |
| 4 | Special revenue funds: | | |
| 5 | Total local revenues..... | | (843,200) |
| 6 | Total private revenues..... | | 0 |
| 7 | Merit award trust fund..... | | (74,100,000) |
| 8 | Total other state restricted revenues..... | | (26,285,100) |
| 9 | State general fund/general purpose..... | \$ | 56,356,000 |
| 10 | (2) COMMUNITY MENTAL HEALTH/SUBSTANCE ABUSE | | |
| 11 | SERVICES PROGRAMS | | |
| 12 | Medicaid mental health services..... | \$ | (8,738,000) |
| 13 | Medicaid substance abuse services..... | | <u>(394,200)</u> |
| 14 | GROSS APPROPRIATION..... | \$ | (9,132,200) |
| 15 | Appropriated from: | | |
| 16 | Federal revenues: | | |
| 17 | Total federal revenues..... | | (229,000) |
| 18 | Special revenue funds: | | |
| 19 | Total local revenues..... | | (843,200) |
| 20 | Total other state restricted revenues..... | | (7,871,500) |
| 21 | State general fund/general purpose..... | \$ | (188,500) |
| 22 | (3) CHILDREN'S SPECIAL HEALTH CARE SERVICES | | |
| 23 | Medical care and treatment..... | \$ | <u>(6,458,400)</u> |
| 24 | GROSS APPROPRIATION..... | \$ | (6,458,400) |
| 25 | Appropriated from: | | |
| 26 | Federal revenues: | | |
| 27 | Total federal revenues..... | | (2,815,300) |

| | | | |
|----|--|----|---------------------|
| 1 | State general fund/general purpose | \$ | (3,643,100) |
| 2 | (4) MEDICAL SERVICES | | |
| 3 | Hospital services and therapy | \$ | (11,959,600) |
| 4 | Physician services | | (1,842,300) |
| 5 | Home health services | | (297,100) |
| 6 | Hospice services | | 8,202,500 |
| 7 | Transportation | | (909,400) |
| 8 | Auxiliary medical services | | (665,000) |
| 9 | Dental services | | (8,380,300) |
| 10 | Ambulance services | | (701,300) |
| 11 | Long-term care services | | (23,004,400) |
| 12 | Adult home help services | | (20,016,300) |
| 13 | Personal care services | | (821,700) |
| 14 | Program of all-inclusive care for the elderly | | (1,093,600) |
| 15 | MICChild program | | (5,906,900) |
| 16 | Subtotal basic medical services program | | <u>(67,395,400)</u> |
| 17 | GROSS APPROPRIATION | \$ | (67,395,400) |
| 18 | Appropriated from: | | |
| 19 | Federal revenues: | | |
| 20 | Total federal revenues | | (35,069,400) |
| 21 | Special revenue funds: | | |
| 22 | Merit award trust fund | | (74,100,000) |
| 23 | Total other state restricted revenues | | (18,413,600) |
| 24 | State general fund/general purpose | \$ | 60,187,600 |
| 25 | Sec. 105. DEPARTMENT OF ENVIRONMENTAL QUALITY | | |
| 26 | (1) APPROPRIATION SUMMARY | | |

| | | | |
|----|--|----|----------------|
| 1 | GROSS APPROPRIATION..... | \$ | 250,000 |
| 2 | Interdepartmental grant revenues: | | |
| 3 | Total interdepartmental grants and intradepartmental | | |
| 4 | transfers | | 0 |
| 5 | ADJUSTED GROSS APPROPRIATION..... | \$ | 250,000 |
| 6 | Federal revenues: | | |
| 7 | Total federal revenues..... | | 0 |
| 8 | Special revenue funds: | | |
| 9 | Total local revenues..... | | 0 |
| 10 | Total private revenues..... | | 0 |
| 11 | Total other state restricted revenues..... | | 250,000 |
| 12 | State general fund/general purpose..... | \$ | 0 |
| 13 | (2) WATER | | |
| 14 | Water withdrawal assessment program..... | \$ | <u>250,000</u> |
| 15 | GROSS APPROPRIATION..... | \$ | 250,000 |
| 16 | Appropriated from: | | |
| 17 | Special revenue funds: | | |
| 18 | Clean Michigan initiative--clean water fund..... | | 250,000 |
| 19 | State general fund/general purpose..... | \$ | 0 |
| 20 | Sec. 106. HIGHER EDUCATION | | |
| 21 | (1) APPROPRIATION SUMMARY | | |
| 22 | GROSS APPROPRIATION..... | \$ | 0 |
| 23 | Interdepartmental grant revenues: | | |
| 24 | Total interdepartmental grants and intradepartmental | | |
| 25 | transfers | | 0 |
| 26 | ADJUSTED GROSS APPROPRIATION..... | \$ | 0 |

| | | | |
|----|--|----|--------------|
| 1 | Federal revenues: | | |
| 2 | Total federal revenues..... | | 107,798,600 |
| 3 | Special revenue funds: | | |
| 4 | Total local revenues..... | | 0 |
| 5 | Total private revenues..... | | 0 |
| 6 | Total other state restricted revenues..... | | (15,850,000) |
| 7 | State general fund/general purpose..... | \$ | (91,948,600) |
| 8 | (2) GRANTS AND FINANCIAL AID | | |
| 9 | State competitive scholarships..... | \$ | 0 |
| 10 | Tuition grants..... | | 0 |
| 11 | Tuition incentive program..... | | <u>0</u> |
| 12 | GROSS APPROPRIATION..... | \$ | 0 |
| 13 | Appropriated from: | | |
| 14 | Federal revenues: | | |
| 15 | Higher education act of 1965, title IV, 20 USC..... | | (2,900,000) |
| 16 | Temporary assistance for needy families..... | | 110,698,600 |
| 17 | Special revenue funds: | | |
| 18 | Michigan merit award trust fund..... | | (15,850,000) |
| 19 | State general fund/general purpose..... | \$ | (91,948,600) |
| 20 | Sec. 107. DEPARTMENT OF HUMAN SERVICES | | |
| 21 | (1) APPROPRIATION SUMMARY | | |
| 22 | GROSS APPROPRIATION..... | \$ | 0 |
| 23 | Interdepartmental grant revenues: | | |
| 24 | Total interdepartmental grants and intradepartmental | | |
| 25 | transfers | | 0 |
| 26 | ADJUSTED GROSS APPROPRIATION..... | \$ | 0 |

| | | |
|----|--|---------------|
| 1 | Federal revenues: | |
| 2 | Total federal revenues..... | (107,798,600) |
| 3 | Special revenue funds: | |
| 4 | Total local revenues..... | 0 |
| 5 | Total private revenues..... | 0 |
| 6 | Total other state restricted revenues..... | 15,850,000 |
| 7 | State general fund/general purpose..... | \$ 91,948,600 |
| 8 | (2) CHILDREN'S SERVICES | |
| 9 | Families first..... | \$ 0 |
| 10 | Child safety and permanency planning..... | <u>0</u> |
| 11 | GROSS APPROPRIATION..... | \$ 0 |
| 12 | Appropriated from: | |
| 13 | Federal revenues: | |
| 14 | Total federal revenues..... | (16,000,000) |
| 15 | Special revenue funds: | |
| 16 | Michigan merit award trust fund..... | 15,850,000 |
| 17 | State general fund/general purpose..... | \$ 150,000 |
| 18 | (3) LOCAL OFFICE STAFF AND OPERATIONS | |
| 19 | Field staff, salaries and wages..... | \$ <u>0</u> |
| 20 | GROSS APPROPRIATION..... | \$ 0 |
| 21 | Appropriated from: | |
| 22 | Federal revenues: | |
| 23 | Total federal revenues..... | (62,000,000) |
| 24 | State general fund/general purpose..... | \$ 62,000,000 |
| 25 | (4) CENTRAL SUPPORT ACCOUNTS | |
| 26 | Payroll taxes and fringe benefits..... | \$ <u>0</u> |
| 27 | GROSS APPROPRIATION..... | \$ 0 |

| | | | |
|----|--|----|------------------|
| 1 | Appropriated from: | | |
| 2 | Federal revenues: | | |
| 3 | Total federal revenues..... | | (29,798,600) |
| 4 | State general fund/general purpose..... | \$ | 29,798,600 |
| 5 | (5) COMMUNITY ACTION AND ECONOMIC OPPORTUNITY | | |
| 6 | Community services block grants..... | \$ | (300,000) |
| 7 | Community services grant..... | | <u>300,000</u> |
| 8 | GROSS APPROPRIATION..... | \$ | 0 |
| 9 | Appropriated from: | | |
| 10 | State general fund/general purpose..... | \$ | 0 |
| 11 | Sec. 108. DEPARTMENT OF MANAGEMENT AND BUDGET | | |
| 12 | (1) APPROPRIATION SUMMARY | | |
| 13 | GROSS APPROPRIATION..... | \$ | 26,042,800 |
| 14 | Interdepartmental grant revenues: | | |
| 15 | Total interdepartmental grants and intradepartmental | | |
| 16 | transfers | | 0 |
| 17 | ADJUSTED GROSS APPROPRIATION..... | \$ | 26,042,800 |
| 18 | Federal revenues: | | |
| 19 | Total federal revenues..... | | 0 |
| 20 | Special revenue funds: | | |
| 21 | Total local revenues..... | | 0 |
| 22 | Total private revenues..... | | 0 |
| 23 | Total other state restricted revenues..... | | 0 |
| 24 | State general fund/general purpose..... | \$ | 26,042,800 |
| 25 | (2) SPECIAL PROGRAMS | | |
| 26 | Detroit zoo grant..... | \$ | <u>4,500,000</u> |

| | | | |
|----|--|----|-------------------|
| 1 | GROSS APPROPRIATION..... | \$ | 4,500,000 |
| 2 | Appropriated from: | | |
| 3 | State general fund/general purpose..... | \$ | 4,500,000 |
| 4 | (3) MANAGEMENT AND BUDGET SERVICES | | |
| 5 | State sponsored group insurance fund..... | \$ | <u>21,542,800</u> |
| 6 | GROSS APPROPRIATION..... | \$ | 21,542,800 |
| 7 | Appropriated from: | | |
| 8 | State general fund/general purpose..... | \$ | 21,542,800 |
| 9 | Sec. 109. DEPARTMENT OF MILITARY AND VETERANS AFFAIRS | | |
| 10 | (1) APPROPRIATION SUMMARY | | |
| 11 | GROSS APPROPRIATION..... | \$ | 1,045,700 |
| 12 | Interdepartmental grant revenues: | | |
| 13 | Total interdepartmental grants and intradepartmental | | |
| 14 | transfers | | 0 |
| 15 | ADJUSTED GROSS APPROPRIATION..... | \$ | 1,045,700 |
| 16 | Federal revenues: | | |
| 17 | Total federal revenues..... | | 1,045,700 |
| 18 | Special revenue funds: | | |
| 19 | Total local revenues..... | | 0 |
| 20 | Total private revenues..... | | 0 |
| 21 | Total other state restricted revenues..... | | 0 |
| 22 | State general fund/general purpose..... | \$ | 0 |
| 23 | (2) DEPARTMENTWIDE APPROPRIATIONS | | |
| 24 | Starbase grant..... | \$ | <u>1,045,700</u> |
| 25 | GROSS APPROPRIATION..... | \$ | 1,045,700 |
| 26 | Appropriated from: | | |

| | | | |
|----|--|----|------------------|
| 1 | Federal revenues: | | |
| 2 | DOD-DOA-NGB..... | | 1,045,700 |
| 3 | State general fund/general purpose..... | \$ | 0 |
| 4 | Sec. 110. DEPARTMENT OF STATE | | |
| 5 | (1) APPROPRIATION SUMMARY | | |
| 6 | GROSS APPROPRIATION..... | \$ | 2,495,000 |
| 7 | Interdepartmental grant revenues: | | |
| 8 | Total interdepartmental grants and intradepartmental | | |
| 9 | transfers | | 0 |
| 10 | ADJUSTED GROSS APPROPRIATION..... | \$ | 2,495,000 |
| 11 | Federal revenues: | | |
| 12 | Total federal revenues..... | | 2,495,000 |
| 13 | Special revenue funds: | | |
| 14 | Total local revenues..... | | 0 |
| 15 | Total private revenues..... | | 0 |
| 16 | Total other state restricted revenues..... | | 0 |
| 17 | State general fund/general purpose..... | \$ | 0 |
| 18 | (2) CUSTOMER DELIVERY SERVICES | | |
| 19 | Central operations..... | \$ | <u>2,495,000</u> |
| 20 | GROSS APPROPRIATION..... | \$ | 2,495,000 |
| 21 | Appropriated from: | | |
| 22 | Federal revenues: | | |
| 23 | Federal funds..... | | 2,495,000 |
| 24 | State general fund/general purpose..... | \$ | 0 |
| 25 | Sec. 111. DEPARTMENT OF STATE POLICE | | |

1 **(1) APPROPRIATION SUMMARY**

| | | | |
|----|--|----|----------------|
| 2 | GROSS APPROPRIATION..... | \$ | 450,000 |
| 3 | Interdepartmental grant revenues: | | |
| 4 | Total interdepartmental grants and intradepartmental | | |
| 5 | transfers | | 0 |
| 6 | ADJUSTED GROSS APPROPRIATION..... | \$ | 450,000 |
| 7 | Federal revenues: | | |
| 8 | Total federal revenues..... | | 0 |
| 9 | Special revenue funds: | | |
| 10 | Total local revenues..... | | 0 |
| 11 | Total private revenues..... | | 0 |
| 12 | Total other state restricted revenues..... | | 0 |
| 13 | State general fund/general purpose..... | \$ | 450,000 |
| 14 | (2) POST UNIFORM SERVICES | | |
| 15 | Hart post acquisition..... | \$ | <u>450,000</u> |
| 16 | GROSS APPROPRIATION..... | \$ | 450,000 |
| 17 | Appropriated from: | | |
| 18 | State general fund/general purpose..... | \$ | 450,000 |

19 **Sec. 112. DEPARTMENT OF TREASURY**

20 **(1) APPROPRIATION SUMMARY**

| | | | |
|----|--|----|-----------|
| 21 | GROSS APPROPRIATION..... | \$ | 2,100,000 |
| 22 | Interdepartmental grant revenues: | | |
| 23 | Total interdepartmental grants and intradepartmental | | |
| 24 | transfers | | 0 |
| 25 | ADJUSTED GROSS APPROPRIATION..... | \$ | 2,100,000 |
| 26 | Federal revenues: | | |

| | | |
|----|---|---------------------|
| 1 | Total federal revenues..... | 2,100,000 |
| 2 | Special revenue funds: | |
| 3 | Total local revenues..... | 0 |
| 4 | Total private revenues..... | 0 |
| 5 | Total other state restricted revenues..... | 0 |
| 6 | State general fund/general purpose..... | \$ 0 |
| 7 | (2) FINANCIAL PROGRAMS | |
| 8 | College access challenge grant program..... | \$ <u>2,100,000</u> |
| 9 | GROSS APPROPRIATION..... | \$ 2,100,000 |
| 10 | Appropriated from: | |
| 11 | Federal revenues: | |
| 12 | Federal - college access challenge grant..... | 2,100,000 |
| 13 | State general fund/general purpose..... | \$ 0 |

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

GENERAL SECTIONS

Sec. 201. In accordance with the provisions of section 30 of article IX of the state constitution of 1963, total state spending from state resources in this appropriation act for the fiscal year ending September 30, 2008 is (\$16,861,300.00) and state appropriations paid to local units of government are (\$8,050,000.00). The itemized statement below identifies estimated appropriations from which spending to local units of government will occur:

COMMUNITY COLLEGES

| | | | |
|---|--|----|-------------|
| 1 | Renaissance zone tax reimbursement funding | \$ | 10,000 |
| 2 | COMMUNITY HEALTH | | |
| 3 | Community mental health/substance abuse services | | |
| 4 | programs | | (8,060,000) |
| 5 | TOTAL..... | \$ | (8,050,000) |

6 Sec. 202. The appropriations made and expenditures authorized
7 under this act and the departments, commissions, boards, offices,
8 and programs for which appropriations are made under this act are
9 subject to the management and budget act, 1984 PA 431, MCL 18.1101
10 to 18.1594.

11 DEPARTMENT OF HUMAN SERVICES

12 Sec. 251. From the funds appropriated in part 1 for community
13 services grant, \$300,000.00 shall be distributed to the Newberry
14 community action agency to support its social services programs.

15 DEPARTMENT OF MANAGEMENT AND BUDGET

16 Sec. 301. (1) From the funds appropriated in part 1, there is
17 appropriated from the general fund to the state sponsored group
18 insurance fund an amount not to exceed \$21,542,800.00. The source
19 of the funding in the department of management and budget
20 appropriation is savings resulting from reductions in the rates
21 charged to state agencies for employer-provided health care.

22 (2) The amounts appropriated under this section shall be
23 expended to reimburse the state sponsored group insurance fund for
24 retroactive common cash interest earnings for the state fiscal
25 years 2005, 2006, and 2007 as required by the federal department of

1 health and human services.

2 **DEPARTMENT OF STATE**

3 Sec. 401. Unexpended appropriations of the real id act of
4 2005, Public Law 109-13, are designated as work project
5 appropriations and shall not lapse at the end of the fiscal year
6 and shall continue to be available for expenditure until the
7 project has been completed. The following is in compliance with
8 section 451a(1) of the management and budget act, 1984 PA 431, MCL
9 18.1451a:

10 (a) The purpose of the projects to be carried forward is to
11 improve security of state-issued driver licenses and identification
12 documents.

13 (b) These projects will be accomplished by state employees
14 and/or by contracts with private vendors.

15 (c) The total estimated cost of all projects is \$2,495,000.00.

16 (d) The tentative completion date is September 30, 2012.

17 **DEPARTMENT OF TREASURY**

18 Sec. 501. Unexpended appropriations of the college access
19 challenge grant program are designated as work project
20 appropriations and shall not lapse at the end of the fiscal year
21 and shall continue to be available for expenditure until the
22 project has been completed. The following is in compliance with
23 section 451a of the management and budget act, 1984 PA 431, MCL
24 18.1451a:

25 (a) The purpose of the project is to provide assistance and

1 training to Michigan families, counselors, teachers, and community
2 leaders in applying for and securing funds for college to low-
3 income students.

4 (b) The project will be accomplished by state employees and/or
5 by contracts with private vendors.

6 (c) The total estimated cost of the project is \$4,200,000.00.

7 (d) The tentative completion date is September 30, 2010.